



MISSOURI DEPARTMENT OF REVENUE  
**S CORPORATION ALLOCATION  
AND APPORTIONMENT SCHEDULE**

SCHEDULE  
**MO-MSS**

Attachment Sequence No. 1120S-04

**DO NOT USE THIS SCHEDULE IF ALL INCOME IS FROM MISSOURI SOURCES.**

CORPORATION NAME

MTS/MO I.D. NUMBER

CHARTER NUMBER

FEDERAL I.D. NUMBER

**APPORTIONMENT ELECTION**

• Missouri Statutes provide seven methods of determining income from Missouri sources. Check only ONE of the seven boxes.

☐ Method One — MULTISTATE ALLOCATION AND THREE FACTOR APPORTIONMENT — Multistate Tax Compact — Section 32.200, RSMo — Complete Parts 3 and 2.

☐ Method Two — BUSINESS TRANSACTION SINGLE FACTOR APPORTIONMENT — Section 143.451.2(2), RSMo — Complete Parts 3 and 1.

Special Methods Number 3 to 7 — **Attach Detailed Explanation**

☐ Three — Transportation — Section 143.451.3, RSMo

☐ Six — Telephone and Telegraph — Section 143.451.6, RSMo

☐ Four — Railroad — Section 143.451.4, RSMo

☐ Seven — Other Approved Method — Section 143.461.2, RSMo **Letter of Approval from the Director of Revenue must be attached.**

☐ Five — Interstate Bridge — Section 143.451.5, RSMo

**PART 1 — METHOD TWO — SINGLE FACTOR APPORTIONMENT**

- Enter on Line 1 the amount of sales which are transacted wholly in Missouri.
  - Enter on Line 2 the amount of sales which are transacted partly within Missouri and partly without Missouri.
  - Enter on Line 3 the amount of sales which are transacted wholly without Missouri.
  - In determining income from Missouri sources in cases where sales do not express the volume of business, enter on Line 1 the amount of business transacted wholly in Missouri and enter on Line 2 the amount of business transacted partly in Missouri and partly outside Missouri.
- Attach an explanation reconciling Line 4 with specific data on Federal Form 1120S.

	TOTAL			MISSOURI	
1. Amount wholly in Missouri			1		00
2. Amount partly within and partly without Missouri	2	00			
3. Amount wholly without Missouri	3	00			
4. Total amount (all sources) add Lines 1, 2, and 3	4	00			
5. One-half of Line 2			5		00
6. Total amount (Missouri) — add Lines 1 and 5			6		00
7. Missouri single factor apportionment fraction (Divide Line 6 by Line 4). Enter on Schedule MO-NRS, Parts 1 and 2, Column (c)			7		%

**DETERMINATION OF SINGLE FACTOR APPORTIONMENT FRACTION.** Section 143.451, RSMo, provides that the numerator of the single factor apportionment fraction is one-half the gross receipts from sales transacted partly within and partly without Missouri, plus the gross receipts from sales transacted wholly in Missouri. The denominator is the gross receipts from all sales. Where sales do not accurately reflect the volume of business, substitute "gross receipts from business" for "gross receipts from sales" in determining both the numerator and denominator.

**PART 2 — METHOD ONE — THREE FACTOR APPORTIONMENT**

	TOTAL MISSOURI (a)		TOTAL EVERYWHERE (b)		PERCENT WITHIN MISSOURI (a) ÷ (b)	
1. Average yearly value of real and tangible personal property used in the business, whether owned or rented. <i>Owned property: (at original cost, see instructions) (Exclude property not connected with the business and value of construction in progress.)</i>						
Land		00		00		
Depreciable assets		00		00		
Inventory and supplies		00		00		
Other (attach schedule)		00		00		
Net annual rental of property, times eight		00		00		
<b>TOTAL PROPERTY VALUES</b>	1a	00	1b	00	1	%
2. Wages, salaries, commissions, and other compensation of employees related to business income						
<b>TOTAL WAGES AND SALARIES</b>	2a	00	2b	00	2	%
3. Sales (gross receipts, less returns and allowances):						
(a) Sales delivered or shipped to Missouri purchasers:						
(1) Shipped from outside Missouri		00				
(2) Shipped from within Missouri		00				
(b) Sales shipped from Missouri to:						
(1) The United States Government		00				
(2) Purchasers in a state where the taxpayer would not be taxable (e.g., under Public Law 86-272)		00				
(c) Other gross receipts (rents, royalties, interest, etc.)		00				
<b>TOTAL SALES</b>	3a	00	3b	00	3	%
4. <b>APPORTIONMENT FACTOR</b> — add percentages on Lines 1, 2, and 3, and divide by factors present (see instructions) Enter on Schedule MO-NRS, Parts 1 and 2, Column (c).					4	%

CORPORATION NAME	MTS/MO I.D. NUMBER	CHARTER NUMBER	FEDERAL I.D. NUMBER
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**PART 3 — MULTISTATE OR SINGLE FACTOR ALLOCATION**

• Directly allocable nonbusiness income or Missouri source income. Do not allocate expenses that have been excluded from federal taxable income.

## DIRECT ALLOCATION OF NONBUSINESS INCOME OR MISSOURI SOURCE INCOME

	GROSS INCOME		DIRECTLY RELATED EXPENSES		INDIRECTLY RELATED EXPENSES	
	(1) EVERYWHERE	(2) MISSOURI	(3) EVERYWHERE	(4) MISSOURI	(5) EVERYWHERE	(6) MISSOURI
1. Interest income .....	00	00	00	00	00	00
2. Royalties .....	00	00	00	00	00	00
3. Rents .....	00	00	00	00	00	00
4. Net capital gains .....	00	00	00	00	00	00
5. Dividends .....	00	00	00	00	00	00
6. Total each column .....	00	00	00	00	00	00

**All income is presumed to be business income unless you can clearly show the income to be nonbusiness income.**

**ALLOCATION/APPORTIONMENT OF DISTRIBUTIVE SHARE ITEMS**

The following steps must be followed for each distributive share item that is being allocated as nonbusiness or Missouri source income. Attach an explanation and computations detailing the nature of the nonbusiness or Missouri source income.

**EXAMPLE:** Assume \$10,000 in total rents of which \$9,000 is business income and \$1,000 is nonbusiness or Missouri source income. Assume an apportionment factor of 33.333% (from Part 1, Line 7 or Part 2, Line 4):

Step 1	\$10,000	Total rents
Step 2	<u>– 1,000</u>	Allocated to Missouri as nonbusiness or Missouri source income
	\$ 9,000	Business income
Step 3	\$ 9,000	X 33.333% = 3,000
Step 4	\$ 1,000	Missouri source income
Step 5	<u>+ 3,000</u>	From Step 3
	\$ 4,000	Missouri source income is entered on Schedule MO-NRS, Part 1, Line 3c, Column (b).
Step 6	\$ 4,000/10,000 = 40% This percentage is entered on Schedule MO-NRS, Part 1, Line 3c, Column (c).	

**APPORTIONMENT OF PARTNERSHIP INTEREST**

**EXAMPLE:** Assume S corporation's only activity is a 10 percent ownership in partnership. Partnership's Schedule MO-MSS reflects single factor with \$1,000,000 as wholly within and \$275,000 as partly within. S corporation method 2 Single Method Apportionment is calculated as follows:

1. Amount wholly in Missouri (\$1,000,000 x .10)	= \$100,000
2. Amount wholly within and without Missouri (\$275,000 x .10)	= \$27,500
3. Amount wholly without Missouri (0 x .10)	= 0
4. Total amount (all source)	127,500
5. One half of Line 2	13,750
6. Total Amount (Missouri) add Line 1 and Line 5	113,750
7. Missouri Single Factor Apportionment (Divide Line 6 by Line 4) Enter on Schedule MO-NRS, Parts 1 and 2, Column (e).	89.216%